GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

R&B Dept- APRDC–Permission to Andhra Pradesh Road Development Corporation (APRDC) for obtaining additional loan of Rs.5000.00 crores (Rupees Five thousand crore only) by contacting Scheduled Commercial Banks duly fixing a higher maximum borrowing limit of Rs.8000.00 crores (Rupees Eight thousand crore only) to APRDC for Development of State Highways and other Major District Roads in Andhra Pradesh– Accorded – Orders Issued.

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TRANSPORT, ROADS AND BUILDINGS (R.III) DEPARTMENT

G.O.MS.No. 18 Dated: 13-02-2019

Read the following:

1. G.O.Ms.No.47, TR&B(R.III) Dept, dt.05.09.2017
2. G.O.Ms.No.33, TR&B(R.III) Dept, dt.18.07.2018
3. From the ENC(R&B) SH & MD, APRDC, Lr.No.MD/APRDC/GM/MCA/Mobilization of Funds-2/2018, dt.18.01.2019

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**ORDER:**

In the reference 2nd read above, Government have accorded permission to the APRDC for obtaining loan amount of Rs.1000.00 crore (Rupees Thousand crore only) by contacting Banks duly fixing a higher maximum limit to Rs.5000.00 Crore (Rupees Five thousand crore only) for Development of State Highways and other Major District Roads in Andhra Pradesh subject to payment of Guarantee Commission of 2% and to negotiate the loan with the interest rate less than 8%, with extending Government Guarantee to the APRDC.

2) In the reference 3rd read above, the Engineer-in-Chief (R&B) SH & MD, APRDC has stated that the banks are expressing their inability to sanction loan @8%, which is lower than market rate and could not be drawn. Now he has requested to accord permission to initiate action for mobilization of funds to an extent of Rs.5000 Cr. by contacting Banks duly fixing a higher maximum limit of about Rs. 8000 Cr. for Development of State Highways and other Major District Roads in Andhra Pradesh duly negotiating the Bank loans at less than 9%, with Govt. guarantee to APRDC.

3) In the Circumstances reported by the Engineer-in-Chief (R&B) SH & MD, APRDC, A.P., and after Careful examination of the matter, Government hereby accord permission to the Andhra Pradesh Road Development Corporation (APRDC ) for obtaining additional loan of Rs.5000.00 crores (Rupees Five thousand crore only) by contacting Scheduled Commercial Banks duly fixing a higher maximum borrowing limit to Rs.8000.00 Crores (Rupees Eight thousand crore only) for Development of State Highways and other Major District Roads in Andhra Pradesh subject to payment of Guarantee Commission of 2% and to negotiate the loan with the interest rate less than 9%, with extending Government Guarantee to the APRDC.

4) The Engineer-in-Chief (R&B) SH & MD, APRDC, AP, Shall take further necessary action in the matter.

5) This order issues with the concurrence of Finance (CDM) Dept., vide their U.O.No.17023/116/2017, dated 20-01-2019 and 08-02-2019.

(BY ORDER AND IN THE NAME OF GOVERNOR OF ANDHRA PRADESH)

NEERABH KUMAR PRASAD
SPL.CHIEF SECRETARY TO GOVERNMENT

To
The Engineer-in-Chief (R&B) SH & MD, APRDC,AP, Vijayawada.
Copy to:
The Finance (FMU.TR&B) Dept.
The Finance(CDM) Dept
The General Administration (Cabinet) Department
The Director of Treasuries & Accounts, A.P., Vijayawada.
The P.S. to Hon'ble M (R&B)
The P.S to Spl.C.S., TR&B Dept.
Sf/Sc.

//Forwarded By Order//

SECTION OFFICER.